

35-1

NU ULTRA
Sub-Project 35

Description	Date	Obligations	Expenditures	Balance
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1955

Receipt	25	Jan 21	12500000	12500000
	35	May 17	25000000	37500000
Invoice #1	13	SEP 1955	375000	-

SIGNATURE RECORD AND COVER SHEET

35-2

DOCUMENT DESCRIPTION		REGISTRY	
SOURCE	TSS/OC	CIA CONTROL NO.	- H
DOC. NO.		DATE DOCUMENT RECEIVED	
DOC. DATE	6 April 1955	LOGGED BY	
COPY NO.	1 of 1		
NUMBER OF PAGES	2		
NUMBER OF ATTACHMENTS			

REFERRED TO OFFICE	RECEIVED		RELEASED		SEEN BY	
	SIGNATURE	DATE	TIME	DATE	TIME	NAME AND OFFICE SYMBOL
OGC						
Chief, TSS		A				
TSS/TSCO		4/8	1140	4/8	1140	
DD/P		A		4/11	1700	
SA/PC/DC		6/9	1200			
DCI		A				
TSS		5/9	1520	5/9	1630	
TSS		5/20	1116			
" "		5/20	1600			
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THIS TOP SECRET MATERIAL DERIVED FROM THIS FORM WAS:

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BY (Signature)

OFFICE

DATE

10 May 1955

SUBPROJECT 35 OF PROJECT MKULTRA

1. Subproject 35 as approved by the DCI on 15 January 1955 contemplated a financial contribution of \$125,000 to the [REDACTED] to participate in the construction of a new research wing to cost \$3,000,000 exclusive of furnishings and equipment. Agency funds will be transmitted through the [REDACTED] as cut-out which will result in one-sixth of the space in the new research wing being made available for Agency-sponsored research involving covert biological and chemical techniques of warfare. - B

2. At that time (15 January 1955) [REDACTED] with CIA encouragement indicated a willingness to contribute \$500,000 to the construction fund. The building fund was to have been raised as follows: - B

\$1,000,000	- Contributed by [REDACTED]	- B
250,000	- Donation from [REDACTED] of which	- B
	\$125,000 to be supplied by CIA	
1,250,000	- Matching funds under Public Law 221 equal to the amount of the two above contributions	
500,000	- [REDACTED]	- B
\$3,000,000	- TOTAL	- B

3. Since it now appears that the expected contribution by [REDACTED] will not be forthcoming, permission is requested to increase the Agency's contribution by \$250,000 which will result in a financial situation as follows:

\$1,000,000	- Contributed by [REDACTED]	- B
500,000	- Donation from [REDACTED] including	- B
	\$375,000 supplied by CIA	
1,500,000	- Matching funds under Public Law 221 equal to the amount of the two above contributions	
\$3,000,000	- TOTAL	

4. The Agency's contribution would thus total \$375,000. This investment, together with the equal sum resulting from matched funds, is fully justified in the opinion of TSS for reasons which will be explained by [REDACTED] Chief, TSS, and Dr. Sidney Gottlieb, Chief, TSS/Chemical Division. The scope of subproject 35 has not changed since the Director originally approved a request by TSS for permission to spend \$125,000 of available - C

Resume of project circulated to members of R.C. at meeting on 11 May 55 to [REDACTED]
[REDACTED] authority of [REDACTED]
[REDACTED]

35-3-B

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funds for this purpose through the controls and procedures established for MOUTRA. At the time subproject 35 was set up within the scope of the TSS R&D program, security considerations and cover arrangements were carefully reviewed, and the Office of General Counsel assisted in legal determinations. With the exception of funding arrangements, no changes in the program have since been made.

H
5. Funds to cover the previously approved sum of \$125,000 are available within the TSS budget for FY 55 and have been set aside. The TSS budget, however, lacks funds with which to cover the supplemental sum of \$250,000, and it is requested that the TSS budget be increased by this amount. Supplementary funds available for subproject 35 can definitely be obligated by the end of FY 55.

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date: June 1977

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DRAFT

5 May 1955

35-4-A

A portion of the Research and Development Program of TSS/Chemical Division is devoted to the discovery of the following materials and methods:

1. Substances which will promote illogical thinking and impulsiveness to the point where the recipient would be discredited in public.
2. Substances which increase the efficiency of mentation and perception.
3. Materials which will prevent or counteract the intoxicating effect of alcohol.
4. Materials which will promote the intoxicating effect of alcohol.
5. Materials which will produce the signs and symptoms of recognized diseases in a reversible way so that they may be used for malingering, etc.
6. Materials which will render the induction of hypnosis easier or otherwise enhance its usefulness.
7. Substances which will enhance the ability of individuals to withstand privation, torture and coercion during interrogation and so-called "brain-washing".
8. Materials and physical methods which will produce amnesia for events preceding and during their use.
9. Physical methods of producing shock and confusion over extended periods of time and capable of surreptitious use.
10. Substances which produce physical disablement such as paralysis of the legs, acute anemia, etc.

11. Substances which will produce "pure" euphoria with no subsequent let-down.

12. Substances which alter personality structure in such a way that the tendency of the recipient to become dependent upon another person is enhanced.

13. A material which will cause mental confusion of such a type that the individual under its influence will find it difficult to maintain a fabrication under questioning.

14. Substances which will lower the ambition and general working efficiency of men when administered in undetectable amounts.

15. Substances which promote weakness or distortion of the eyesight or hearing faculties, preferably without permanent effects.

16. A knockout pill which can surreptitiously be administered in drinks, food, cigarettes, as an aerosol, etc., which will be safe to use, provide a maximum of amnesia, and be suitable for use by agent types on an ad hoc basis.

17. A material which can be surreptitiously administered by the above routes and which in very small amounts will make it impossible for a man to perform any physical activity whatever.

The development of materials of this type follows the standard practices of such ethical drug houses as [REDACTED] - B
[REDACTED] It is a relatively routine procedure to develop a drug to the point of human testing. Ordinarily, the drug houses depend upon the services of private physicians for the final clinical testing. The physicians are willing to assume the responsibility of such tests in order to advance the science of medicine. It is difficult and sometimes impossible for TSS/CD to offer such an inducement with respect to its products. In practice, it has been possible to use outside cleared contractors for the preliminary phases of this work. However, that part which involves human testing at effective dose levels presents security problems which cannot be handled by the ordinary contractor.

Transmitted to: [REDACTED]

Reference of: 187475

Date: June 1977

CC INCHET; CL BY 187475

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The proposed facility [REDACTED] offers a unique opportunity for the secure handling of such clinical testing in addition to the many advantages outlined in the project proposal. The security problems mentioned above are eliminated by the fact that the responsibility for the testing will rest completely upon the physician and the hospital. [REDACTED] - B
[REDACTED] will allow ICS/CO personnel to supervise the work very closely to make sure that all tests are conducted according to the recognized practices and embody adequate safeguards.

Transmitted to: [REDACTED]

Reference of: 187475

Date: June 1977

CC INCHET; CL BY 187475

35-5-A
6 April 1955

MEMORANDUM FOR: DIRECTOR, CENTRAL INTELLIGENCE

VIA : Deputy Director (Plans)

SUBJECT : Amendment to Subproject 35 of Project
MKULTRA

1. Subproject 35 as approved by the DCI on 15 January 1955 contemplated a financial contribution of \$125,000 by CIA to the [REDACTED] to participate in the construction of a new research wing. As a result of using the [REDACTED] as cut-out for transmittal of funds, one-sixth of the space in the new research wing would be available for Agency-sponsored research involving covert biological and chemical techniques and warfare. - B

2. At that time the [REDACTED] with our encouragement indicated a willingness to contribute \$500,000 to the same construction fund. It now appears that the expected contribution of \$500,000 by [REDACTED] will not be forthcoming as outlined in Tab 1. Permission is, therefore, requested to increase the Agency contribution by \$250,000 which, together with the resulting equal amount in matching funds provided under P. L. 221, will replace the [REDACTED] contribution. - B

3. The Agency's contribution would thus total \$375,000. This investment together with the equal sum resulting from matching funds is fully justified in the opinion of the undersigned for the reasons outlined in the attached papers.

4. The scope of Subproject 35 remains unchanged. It will be administered under the controls and procedures previously approved by the DCI for Project MKULTRA. Funds to cover the originally approved sum of \$125,000 are available within the TSS Research and Development budget for FY 55. The TSS budget, however, lacks funds with which to cover the supplemental sum of \$250,000; and it is requested that the TSS [REDACTED] budget be increased by this amount for the use of Subproject 35 of MKULTRA, and a memorandum for your signature to the DD/S authorizing this increase is attached hereto. H

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Date: June 1977

107475: 06 BY 107475

35-5-B

5. This project has been co-ordinated with the Office of General Counsel, and their comments appear as Tabs 3 and 4.

Chief, DD/P/ISS

Attachments: (6)

- Tab 1 - Amended Subproject 35 (T.S. 101088A)
- Tab 2 - Approval of Original Subproject 35 (T.S. 101077)
- A - Background of Subproject 35 (T.S. 101077A)
- Tab 3 - Comments by OGC (T.S. 101088B)
- Tab 4 - Comments by OGC (T.S. 101088C)
- Memorandum for DD/S for Signature (T.S. 101088D) (entrusted 11 May '55)

CONCUR:

Richard Helms
Deputy Director (Plans)

Date: 11 April 1955.

APPROVED: *at the request of the DCI, this matter was taken up with the PLC where it was considered an PLC action # 88/P250-55. It was approved by the PLC and signed by the Director of Director, Central Intelligence on 16 May '55.*

Distribution:

Copy # 1 w/attachments - DCI (for approval; then return to TSS/OC)

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Exempted to: [redacted]

Authority of: 137475

Date: June 1977

EX-100-1; ON EX 137475

AMENDMENT TO SUBPROJECT 35, PROJECT MKULTRA

For the Purpose of Establishing a Cover Organization for Highly Sensitive Projects in the Field of Biological, Chemical and Radiological Warfare

I. Background of Subproject 35.

In January 1955 approval was given by the DCI to Subproject 35 of Project MKULTRA. The documents which lead to this approval (including comments of the OGC) are attached herewith as Tabs 2, A and 3.

Project MKULTRA is the framework of procedures and controls under which research projects in certain highly sensitive fields are carried out by TSS. A description of the background of Project MKULTRA may be found on page 1 of Tab A.

Subproject 35 establishes cover under which the Chemical Division of DD/P/TSS would conduct certain sensitive projects in the fields of biological and chemical warfare and consists of a proposed arrangement whereby the Agency covertly contributes funds to assist the [REDACTED] - B in the construction of a new research wing. Contribution of these funds is to be made through the [REDACTED] - B as cut-out so that the [REDACTED] would remain - B unwitting of Agency participation in the building program. Projects would later be carried out by the Chemical Division using the facilities of the new research wing, and Agency employees would be able to participate in the work without the University or the Hospital authorities being aware of Agency interest. Subproject 35 contemplated the contribution of Agency funds to assist in the construction of facilities. Future research work would be carried out through the [REDACTED] as cut-out and would be - B separately funded under existing procedures and controls.

[REDACTED], and the background of - B [REDACTED] are described on page 2 of Tab A. On the same page there will be found a further description of the [REDACTED] - B

II. Building Fund.

The University will require \$3,000,000 for the six-story addition to the hospital exclusive of the cost of land, heating and power supply which are being provided by the University. Under Public Law 221, Subappropriation

Foreign Copy of [REDACTED]

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1 June 1977

DD FORM 1, 10-67; CS 187475

663, dated 26 August 1954, funds are available to match funds raised for this purpose by the University.

When Subproject 35 was first prepared, it was hoped and expected that the funds required would be provided as follows: The University has allocated \$1,000,000 to this project and will assume upkeep and staffing obligations.

C [redacted] agreed that if the Agency would provide [redacted] - B with a grant of \$125,000, the Fund would match this amount and make a total donation of \$250,000 to the University Building Fund. At that time, discussions with [redacted] - B

[redacted] indicated that [redacted] would contribute \$500,000 to the building project on the basis that radiological research would be conducted in the new wing and that the construction of the new facilities was of interest to that Agency. In summary, the financial situation was to have been as follows: B

\$1,000,000	-	[redacted]	-	B
250,000	-	Donation from [redacted]	(of which - B	
		\$125,000 was supplied by CIA)		
1,250,000	-	Matched Funds under Public Law 221		
500,000	-	[redacted]	-	B
\$3,000,000	-	TOTAL		

It was recognized that the Federal contribution of \$1,250,000 under Public Law 221 would be seemingly inflated by reason of the inclusion of the CIA contribution in that of [redacted] B It was felt that the value to the Agency was such that this inflation of the Federal contribution was more than justified by the importance of the over-all project and that furthermore, the inclusion of the CIA contribution in that of [redacted] was the best means of maintaining security. B

III. [redacted] - B

The original informal commitment on the part of [redacted] C C B was first obtained through verbal discussions with [redacted] which were followed up by an exchange of correspondence between the DCI and [redacted] C Unfortunately at that time [redacted] was fully occupied with the controversy concerning the [redacted] and continued contact with [redacted] - C [redacted] subordinates resulted in a decision that [redacted] could not or would not contribute to the Building Fund, but would be willing to support an annual research program amounting to \$50,000 to \$75,000. It is not B

For [redacted]
100-101475
[redacted]

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- H

known whether this change in policy was suggested to [redacted] or - C
whether it originated with him. Be that as it may, when the change in
policy became apparent, it was evident that additional funds would be re-
quired to complete the hospital construction.

IV. Suggested Funding.

It is now suggested that the \$3,000,000 required for the hospital wing be
provided as follows:

\$1,000,000 - [redacted] - B
500,000 - Donation from [redacted] (including - B
\$375,000 supplied by CIA)
1,500,000 - Matched Funds from Public Law 221
\$3,000,000 - TOTAL - B

The donation from [redacted] would thus consist of the original
\$125,000 to be supplied by CIA plus the sum of \$125,000 to be provided by
the Fund and a supplemental CIA contribution of \$250,000. Originally
Subproject 35 requested permission to make a contribution of \$125,000 to
the building fund and approval was given. This approval is enclosed
herewith as Tab 2. The purpose of this amendment to Subproject 35 is to
request permission to contribute an additional \$250,000 to the building
construction fund through [redacted]. It should be noted that - B
the total Government contribution to the hospital fund still remains
unchanged at \$1,875,000. The increase in the size of the contribution
by the Fund is not out of keeping with other operations of [redacted] and will - B
not arouse undue comment because of its magnitude. The originally approved
contribution has not as yet been transmitted to [redacted] and neither the - B
original contribution nor the supplement would be paid to [redacted] until - B
funds adequate to complete the project are made available. This condition
was specified by the DCI in approving the original contribution.

V. Source of CIA Funds.

Funds to cover the initially approved sum of \$125,000 are available and have
been segregated for this purpose within the TSS FY 1955 Budget for Research
and Development. Insufficient funds remain in the TSS budget to cover the
supplementary sum of \$250,000, and it is therefore requested that the TSS
budget be increased by this amount and that the increase be made available
to Subproject 35 of Project MKULTRA.

Transmitted to [redacted]
by [redacted] of: 107475
Date: 10/7

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BY 107475

VI. Comments by the Office of General Counsel.

Tab 3 is a memorandum from the General Counsel to the DCI dated 21 December 1954, commenting on Subproject 35, and stating in part that there are no fundamental legal objections if the probable benefits are considered a fair return for this expenditure. The amendment to the Subproject contemplates only an increase in funds and in no way changes any other aspect of the project. The project has been referred back to the OGC even though no change in its structure is contemplated, and Tab 4 contains his comments.

VII. Justification.

The advantages and benefits accruing to the Agency outlined in Tab A are felt by TSS to provide adequate and complete justification for the expenditure of the additional sum herein requested which brings the total CIA contribution to \$375,000. The most important of these advantages and benefits may be summarized as follows: (Fuller explanations may be found in Tab A).

- a. One-sixth of the total space in the new hospital wing will be available to the Chemical Division of TSS, thereby providing laboratory and office space, technical assistants, equipment and experimental animals.
- b. Agency sponsorship of sensitive research projects will be completely deniable.
- c. Full professional cover will be provided for up to three biochemical employees of the Chemical Division.
- d. Human patients and volunteers for experimental use will be available under controlled clinical conditions within the full supervision of [REDACTED] - B

Subproject 35 was originally conceived in October and November of 1954, and the ensuing six months have indicated that increasing emphasis and importance are being placed on the Chemical Division's work in this field. The facilities of the hospital and the ability to conduct controlled experiments under safe clinical conditions using materials with which any Agency connection must be completely deniable will augment and complement other programs recently taken over by TSS, such as [REDACTED] - H

Forwarded to: [REDACTED]
 per [REDACTED] of: 187475
 dated 1 Dec 1977
 [REDACTED]
 [REDACTED] BY 137475

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It was originally thought that at least 18 months would elapse after the building funds had been raised before the facilities would be finished and could be occupied by TSS. This lengthy delay has now been overcome. When [redacted] has raised the \$500,000 which his Fund will ostensibly contribute, he will then be allowed to use existing space in the present hospital in order that he may build up the organization which will later occupy the new wing. This means that TSS will be able to begin to take advantage of this cover situation within a matter of months instead of waiting for a year and a half. - B

VIII. Security.

Security matters and details are being co-ordinated with the TSS Liaison and Security Officer. Security of transmittal of the funds and cover arrangements are described in Tab A and remain unchanged.

IX. Agreement with [redacted] - C

The agreement with [redacted] is described in Tab A, and the extent of his co-operation and the control over his actions remain unchanged.

X. Resultant Financial Saving.

The total contribution of \$375,000 by CIA will result in an additional \$375,000 in matching funds provided under Public Law 221. It is felt that the expenditure of these total funds is justified by the importance of the programs which will be pursued at the new facility. Even though the CIA contribution is increased under this amended project, the total of Federal funds remains unchanged. The use of this facility will allow work to proceed under conditions of cover and security which would be impossible to obtain elsewhere without an expenditure of equivalent or greater funds. In addition, by funding individual projects for this facility through the [redacted] no charge will be incurred for overhead expense. If research projects [redacted] are openly sponsored by the U. S. Government, it is customary to pay an overhead rate equivalent to 80% of salaries. However, if a non-profit fund, such as [redacted] sponsors research, the funds granted for the work are customarily used only to pay for salaries, equipment and supplies, but not overhead. The Agency thus buys considerably more research through [redacted] than would be the case if no cut-out were used. - B

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on 11 June 1977


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MEMORANDUM FOR: THE  FOR

Herewith the file on MKULTRA, Sub-project 35, with our comments on the legal aspects. While there is no legal control and there are certain incidental considerations, there is no fundamental legal objection if the probable benefits are considered a fair return for this expenditure.



General Counsel

22 December 1954

(DATE)

35-5-I

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DOCUMENT DESCRIPTION		REGISTRY
SOURCE		CIA CONTROL NO. <i>11</i>
C. DD/P/TSS		DATE DOCUMENT RECEIVED
DOC. NO. <i>1011301</i>		LOGGED BY
DOC. DATE <i>2-20-1954</i>		
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	SIGNATURE	DATE	TIME	DATE	TIME	NAME AND OFFICE SYMBOL	DATE	
C, TSS	<i>[Redacted]</i>	<i>-</i>	<i>A</i>			<i>[Redacted]</i>	<i>11/11</i>	
TSS/SRB	<i>[Redacted]</i>	<i>11/16</i>	<i>104</i>	<i>11/16</i>	<i>1040</i>			
C/OPS/DD/P	<i>[Redacted]</i>	<i>-</i>	<i>A</i>			<i>[Redacted]</i>	<i>11/11</i>	
TSS/TSS	<i>[Redacted]</i>	<i>12/15</i>	<i>1620</i>	<i>2/23</i>	<i>8:45</i>	<i>[Redacted]</i>	<i>2/23/55</i>	
DCI	<i>[Redacted]</i>	<i>1/7</i>		<i>1/21</i>				
ER								
C/TSS								
(less 10107)	<i>[Redacted]</i>	<i>-</i>	<i>A</i>					
TSS/TSS	<i>[Redacted]</i>	<i>11/24</i>	<i>1020</i>	<i>11/24</i>	<i>1020</i>			
TSS/TSS	<i>[Redacted]</i>	<i>11/26</i>	<i>1330</i>	<i>11/26</i>	<i>1330</i>	<i>[Redacted]</i>	<i>11/26/55</i>	
TSS/TSS	<i>[Redacted]</i>	<i>11/26</i>	<i>1330</i>	<i>11/26</i>	<i>1330</i>			
TSS/TSS	<i>[Redacted]</i>	<i>11/27</i>						

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BY (Signature)

OFFICE

DATE

35-5-3
-H
15 November 1954

MEMORANDUM FOR: DIRECTOR, CENTRAL INTELLIGENCE

VIA : Deputy Director (Plans)

SUBJECT : Project MKULTRA, Subproject 35

1. This project concerns cover for the DD/P/TSS biological and chemical warfare program and involves an expenditure of \$125,000 by CIA and the resultant expenditure of an additional equal amount in matching funds by another element of the Government. In the opinion of the undersigned this total investment of \$250,000 is fully justified because of benefits to the Agency outlined in Tab A.

2. Tab A describes a proposed arrangement whereby the Agency would make a single non-recurring grant of \$125,000 to the [redacted] for the construction of a new research wing using [redacted] as cut-out. Agency-sponsored research projects in these sensitive fields would be carried out in the new wing, and Agency employees would be able to participate in the work without the University being aware of CIA interest. Each project would be separately funded under existing procedures using [redacted] as cut-out. - B

3. [redacted] will not be aware of Agency participation in either the building fund or future research projects. This Agency is also encouraging the [redacted] to make a contribution of \$500,000 to the same construction fund. The Hospital will be aware of [redacted] donation but not of our encouragement. - B

4. Project MKULTRA, as previously approved by the DCI, sets up controls and procedures under which TSS spends a percentage of its annual Research and Development budget for highly sensitive projects in certain fields, including covert biological, chemical and radiological warfare. The establishment of the cover to be provided by Subproject 35 was not in mind when Project MKULTRA

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1001 June 1977

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was originally approved, and permission is therefore now requested to use it for this purpose. No new funds are required, and all existing MKULTRA controls and audit procedures remain unchanged. Tab B attached is a memorandum to the DD/A for your signature authorizing this procedure should it receive your approval.

[Redacted Signature]

Chief, DD/P/TSS

Attachments: (2)

Tab A - Outline of Plan (T.S. 101077A)

Tab B - Suggested Memorandum to DD/A for signature (T.S. 101077B)

APPROVED:

Richard L. Helms
Deputy Director (Plans)

Date: 16 November '54

copy of C.P. Farrell DDCI 8 Jan 55
* APPROVED:

Allen Dulles
Director, Central Intelligence

Date: JAN 16 1955

Distribution:

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10 June 1977

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* On understanding that new funds allocated to carry out project are much available from other sources

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II. Background of the [REDACTED]

- B

The [REDACTED] was incorporated in [REDACTED] - B

[REDACTED] It has a Board of Directors of six members, one of whom is [REDACTED] who acts as Executive Director of the Fund. [REDACTED] it has solicited funds from various individuals to finance a program of basic research in the chemotherapy of cancer, asthma, hypertension, psychosomatic disorders and other chronic diseases. Since 1951 [REDACTED] has co-operated with the Chemical Division of TSS and acted smoothly and efficiently, both as a cut-out for dealing with contractors in the fields of covert chemical and biological warfare, and as a prime contractor for certain areas of biological research. Projects presently being handled for the Agency by the Fund are administered under the controls and procedures previously approved for MKULTRA. - C - B

III. Background of [REDACTED]

- C

[REDACTED] is internationally known as a [REDACTED] in the field of [REDACTED] research and is [REDACTED] - C

[REDACTED] In the past he has been associated in a research capacity with both the [REDACTED] - B

[REDACTED] During the war [REDACTED] served as a [REDACTED] in the Bureau of Medicine and Surgery in the Navy. Since then he has maintained a consulting relationship to the Navy medical research program. [REDACTED] is TOP SECRET cleared and witting of Agency sponsorship of the programs carried out by the Fund as are two other members of the Fund's Board of Directors. - C

IV. [REDACTED] Fund.

- B

[REDACTED] has been actively engaged in a campaign to raise funds for the purpose of erecting a new clinical research wing on the existing [REDACTED] building six stories high, 320 feet long and 50 feet wide. Two-thirds of the space will be research laboratories and offices while 100 research beds will occupy the remainder. [REDACTED] participation in the fund-raising campaign outlined below will result in his having control of one-sixth of the total space in addition to the base- - BAC - B - C

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ment and general out-patient facilities. In this effort, [redacted] - C
has secured the enthusiastic support of the medical faculty and the
officers of the University who have carried the preliminary arrangements
forward to the maximum extent of their resources.

V. Financial Situation.

The University will require about \$3,000,000 for the [redacted] story addition.
This sum is exclusive of the cost of land and the heating and power supply,
which are already available at the site. At the present time under Public
Law 221, funds are available to match funds raised by the University.
The University has allocated \$1,000,000 to this project and will assume
upkeep and staffing obligations. [redacted] has agreed that if CIA - C
will provide [redacted] a grant of \$125,000, [redacted] will - B
match this amount and make a total donation of \$250,000 to the University
Building Fund. This Agency's contribution will be made under the con-
dition that it will be refunded if construction does not take place.

TSS has discussed this situation with [redacted] - B
[redacted] and has encouraged [redacted] to donate - B
\$500,000 to the building project on the basis that [redacted] - B
will be conducted in the new wing. [redacted], though aware of our - B
interest in the building, is unwitting of our specific fields of research
and individual projects. In summary, the financial situation would be as
follows:

\$1,000,000 - [redacted] - B
250,000 - Donation from [redacted]
(\$125,000 supplied by CIA)
1,250,000 - Matched funds from Public Law 221
500,000 - [redacted] - B
\$3,000,000 - TOTAL

Although it is recognized that the Federal contribution of \$1,250,000 under
P. L. 221 is seemingly inflated by reason of the inclusion of the CIA contri-
bution in that of [redacted], actually the value to the CIA is - B
\$250,000 and not just \$125,000; the amount of CIA's contribution; further-
more the inclusion of the CIA contribution in that of [redacted] - B
[redacted] is the best method of maintaining security.

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by authority of: 187475
Date: June 1977

GROUP 1

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VI. Difficulties Faced by TSS.

It has been generally recognized for some time that the external research activities of the Chemical Division of TSS in the field of covert biological, chemical and radiological warfare are sorely in need of proper cover. Although Project MKULTRA provides excellent administrative and financial cover for projects, it does not afford cover for scientific or technical personnel. MKULTRA has been used for dealing through [redacted] as a cut-out and for working directly with individuals or private companies. The use of [redacted] in the future will be increasingly limited due to

- (a) The increasing number of people who, albeit properly cleared, are aware of the Agency connection with [redacted]
- (b) The feeling by [redacted] that the Agency employees contacting him (Mrs. Gottlieb, [redacted] etc.) have no cover of any sort and consequently expose him to unnecessary and highly undesirable personal risk; and
- (c) The widespread intra-Agency awareness of the nature of the relationship between the Fund and the Agency.

Another serious problem faced by TSS/CD as a result of lack of suitable cover is the difficulty in planning careers for technical and scientific personnel in the biological field. A long-range career concept of activities in this field inevitably includes proper cover for the individual concerned. The availability of research facilities at [redacted] will offer an excellent opportunity to solve many of the above problems, and [redacted] is willing and able to make any reasonable arrangements to suit our needs. Up to three Chemical Division employees can be integrated into [redacted] program for work in the new hospital wing on the Agency's research projects. Although career planning was not a consideration when planning the procedures and controls established by Project MKULTRA, nevertheless this particular subproject, in addition to its primary objective, will be of very great secondary help

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in simplifying and eliminating many of the very awkward and dangerous conditions facing certain Chemical Division employees.

VII. Advantages and Benefits Accruing to TSS.

The contemplated arrangements will result in many advantages and benefits, including the following:

- (a) One-sixth of the total space in the new research wing is to be available to [REDACTED] and in turn, will be available to the Chemical Division of TSS. This will provide laboratory and office space, technical assistants, equipment and experimental animals for use of Chemical Division personnel in connection with specific future projects. - C
- (b) The cost of Chemical Division projects which are to be carried out under this cover will be covered by funds made available through Project MKULTRA, and projects will be subject to the procedures and controls established for MKULTRA. The funds will be passed through [REDACTED] as has been done in the past. [REDACTED] in turn will either pay expenses directly or transfer the money to the University for this purpose. Each project will be individually funded based on its particular budget, and there will be no other continuing or recurring charges for items such as space, facilities, etc. - B
- (c) The Agency's sponsorship of sensitive research projects would be completely deniable since no connection would exist between the University and the Agency.
- (d) Excellent professional cover would be provided for up to three bio-chemical employees of the Chemical Division of TSS. This would allow open attendance at scientific meetings, the advancement of personal standing in the scientific world, and as such, would constitute a major efficiency and

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On: June 1977

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morale booster.

- (e) Human patients and volunteers for experimental use will be available under excellent clinical conditions with the full supervision of [REDACTED] - B
- (f) There would be available the equivalent of a hospital safehouse.
- (g) It is expected that the output of useful results of the Chemical Division in the bio-chemical field will be greatly improved through the more efficient use of technical personnel who would be able to spend more of their time on actual laboratory work.
- (h) [REDACTED] - B
- (i) Excellent facilities would be provided for recruiting new scientific personnel since members of the Chemical Division working under this cover will be in daily contact with members of the Graduate School of the University.
- (j) The regular University library and reprint service will be available as a source of technical information.

VIII. Funding.

It is proposed that \$125,000 be granted to [REDACTED]. If approval is granted, TSS will arrange for payment to be made under the procedures and controls of MKULTRA. These funds would come out of the presently approved TSS Research and Development budget for FY 1955 and no new funds are involved. The funds would be transferred as a grant to [REDACTED]. In turn [REDACTED] will match these funds with an equal amount and donate a total of \$250,000 to the University as outlined in paragraph V. The sum of \$125,000 would be entirely in the nature of a grant and would in due

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on: 1 Jun 1977

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course be merged with the entire \$3,000,000 raised for the construction of the wing. The Agency would retain no residual interest in the building or title to any equipment or facilities purchased with this money.

This single grant will constitute the Agency's entire participation in the new hospital wing, and there will be no recurring obligations in the form of annual support of the hospital or additional grants. Transmission of Agency funds to [REDACTED] will be made through previously established cover channels set up by the [REDACTED] for similar transmittals in the past. The donation on [REDACTED] books will be shown as having been received from [REDACTED].

In the future when TSS sponsors sensitive research projects which are to be carried out in [REDACTED] each project will be individually financed through [REDACTED] as it has been in the past in accordance with previously established procedures and controls using allotted portions of the annual Research and Development budget. The University will be totally unwitting of Agency sponsorship, and the projects to every outward appearance will be sponsored by [REDACTED].

In the event of [REDACTED] death, [REDACTED] will continue in being and any activities under this project will be continued through [REDACTED] and will be unaffected by his death.

IX. Memorandum of Agreement.

A memorandum of agreement will be signed with [REDACTED] outlining to the greatest extent possible the arrangements under which the hospital space under his control will be made available to Chemical Division personnel and the manner in which cover will be provided and other benefits obtained. No contract will be signed since [REDACTED] would be unable to reflect any of the Agency's contractual terms in his arrangements with the University when [REDACTED] makes the donation in question. The memorandum of agreement will be retained in TSS.

X. Security.

All security matters and details are being co-ordinated with the TSS/Liaison and Security Office.

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date: June 1977

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XI. Resultant Financial Saving.

The \$125,000 to be contributed by CIA plus the \$125,000 in matching funds provided under P. L. 221 to the Building Fund will be more than offset in a few years by the savings which will result from use of this non-profit fund. If a research project at [REDACTED] or other educational non-profit institution is sponsored by the U. S. Government, it is customary for the Government to pay for salaries, equipment, supplies, etc. and for overhead as well. In the case of [REDACTED] - B

[REDACTED] the overhead amounts to 80% of salaries. However, if a non-profit foundation such as [REDACTED] sponsors research at a - B

non-profit institution, the funds granted for the work are customarily used to pay for salaries, equipment and supplies but not for overhead. The Government dollar thus buys considerably more research through [REDACTED] than would be the case if no cut-out were used. - B

XII. Legal Matters.

This matter has been discussed with [REDACTED] of the Office of General Counsel, and he is fully aware of all details surrounding this grant. - A

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date: June 1977

NO IMPDET; CL BY 187475

Copy # 1 of 2 copies

-H


-H

8 April 1955

MEMORANDUM FOR: Chief, DD/P/TSS

SUBJECT : Amendment to Subproject 35 of Project MXULTRA

We have noted your memorandum of 6 April 1955 to the Director requesting an increase of \$250,000 for the TSS R&D budget for this Project. This request does not affect in any way the comments in my memorandum of 21 December 1954.



General Counsel

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by authority of: 187475
Date: June 1977

EO IMPDET; CL BY 187475

Copy # 1 of 1 copy

21 December 1954

MEMORANDUM FOR: Director of Central Intelligence

SUBJECT : Project MKULTRA, Subproject 35

1. While the Director's statutory authority to expend funds for confidential purposes is not limited by law, we believe that a gift of Government funds as such would exceed the intent of the Congress in granting that power. However, where a gift is made for the express purpose of producing something of value to this Agency which cannot otherwise be obtained and there is a reasonable expectation that the value may be received, the gift may in effect be an expenditure for proper official purposes.

2. In Subproject 35, it is stated that the donation in question would achieve certain ends desired by TSS. There seems to be no question that those ends would be advantageous, so the main questions appear to be whether they could not be attained by more direct, normal methods, and, if not, whether the return is necessary and reasonable in relation to the donation.

3. We are in no position to review the requirements of TSS or to appraise the advantages that would result from this project. We do not comment, therefore, on the value received if the project results in the benefits foreseen. We feel we should comment on factors affecting the probability of achieving those ends. In a legal sense, there is little or no control. Once the funds are donated, the individual, his foundation, or the hospital could conceivably refuse to work for us or allow us the use of the facilities.

4. Practically, the control seems to be established as well as circumstances permit. Certainly, as long as the individual is alive and in his present position, we have every reason to expect his complete cooperation in the future as in the past, unless through some act or fault of our own he is alienated. Even in the event of his death or incapacity, there appears to be a reasonable

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date: June 1977

EX 117451; CL BY 137475

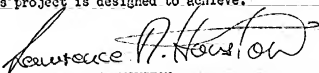
Copy # 1 of 1 copy

-H

chance of continuing the project. If these probabilities appear sufficient to obtain an adequate return for the expenditure, there can be no legal objection to this aspect of the project.

5. It should be noted that there are two circumstances which require consideration in a final determination. As stated in Section V, our contribution, by appearing to be from a private source, would increase the matching Government contribution by a similar amount which would not be the case if it were known that this was in fact a Government contribution also. Secondly, it is the stated policy of the hospital to charge the Government and commercial organizations 80 per cent overhead on research contracts, whereas nonprofit foundations pay only direct costs but no overhead. Because of the ostensible source, our projects will not be charged overhead. This could be construed as morally wrongful to the hospital, as normally we would pay the 80 per cent overhead charge for projects performed directly for us, but I believe this can be offset, at least to the amount of our donation, and perhaps by the further amount by which the other Government contributions are increased by our donation. In any case, if the project is a proper one and must be performed in this manner, security dictates these circumstances and they, therefore, do not present a legal obstacle as such.

6. We raised the question whether funds for the hospital construction could not be obtained from other normal charitable sources. It appeared that there was a strong possibility that the individual concerned could raise adequate funds from private resources, but it was the position of TSS that if this were the case we would not obtain the commitment from the individual and the degree of control which this project is designed to achieve.


LAWRENCE R. HOUSTON
General Counsel

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by authority of: 187475
Date: June 1977

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by authority of: 187475
Date: June 1977

E2 IMPDET; CL BY 187475

10 January 1958

MEMORANDUM FOR: Chief, Audit Staff

ATTENTION: [REDACTED]

SUBJECT: Project MKULTRA - Subproject 35

1. This will serve to inform you that the financial transaction for which Project MKULTRA, Subproject 35 was set up was finally completed on 9 December 1957. The total funds made available to the designated recipient amounted to \$515,000.00.

2. The sources of these funds were distributed as follows:

First appropriation under Subproject 35:	\$125,000.00	
Matching Funds arranged for by cutout:	125,000.00	
Second appropriation under Subproject 35:	250,000.00	
Interest accrued on funds while held by cutout:	13,449.55	} Passed to Estimated by [REDACTED]
Further contribution by cutout:	1,550.45	
Total:		\$515,000.00

3. Documents substantiating this transaction are on file in Subproject 35 in TSS/CD and may be inspected according to the regulations governing Project MKULTRA.

Chief
TSS/Chemical Division

Distribution:

2 - Addressee
1 - Mr. Pate

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by authority of: 187475
date: June 1977

E2 INTDET; CL BY 187475

35-7

EX-12

8 April 1955

MEMORANDUM FOR: TSS - Mr. [REDACTED] (EYES ONLY)

SUBJECT: Amendment to Sub-project 35 of MKULTRA

1. I have read over the attached documentation on this project which seems to me to be in excellent form. Although I have little basis for a judgment of the value of the results to be obtained, the whole procedural and organizational arrangement seems to me excellent. Accordingly, I would join in recommending approval by the Director.

2. When Dr. [REDACTED] and the DD/P's signatures have been obtained I will be glad to take this in to the Director or to indicate my concurrence in writing so that you may take it to him.

Richard M. Bissell

RICHARD M. BISSELL, JR.
Special Assistant to the Director
for Planning and Coordination

TS attachment

~~CONFIDENTIAL~~
EX-12-187425
JUN 1977
EX-12-187425

SA/FC/DCI:MMBJr: [REDACTED] A

TS-103635
EX-12-187425

35-7

~~SECRET~~

T. S. 101077B

*Downgraded
+
renumbered
ER 6-4321*

~~SECRET~~

Downgraded to: CONFIDENTIAL
by authority of: 187475
on: 10/13/1977

~~TOP SECRET~~

CONFIDENTIAL; CL BY 187475

*Automatically
downgraded
24 Jan '55*

~~SECRET~~

36-17
6-4381
F. S. 101572

CONFIDENTIAL

MEMORANDUM FOR: DEPUTY DIRECTOR (ADMINISTRATION)

ATTENTION : Controller

SUBJECT : TSS Research Program Project MKULTRA

1. In accordance with previous arrangements, TSS has been authorized to spend ~~of~~ of its annual Research and Development budget in accordance with procedures and controls approved by me for Project MKULTRA.

2. Subproject 35 of MKULTRA in the amount of \$125,000 has been discussed with, and approved by, me. Since this subproject was not contemplated when the MKULTRA budget was prepared, it is possible that present FY 1955 MKULTRA funds may prove insufficient to cover both subproject 35 and other contemplated subprojects.

3. In the event that this proves to be the case, TSS is authorized to transfer, when necessary, an additional \$125,000 to MKULTRA from the balance of the FY 1955 R&D budget. No new funds are involved, and this authorization, in itself, does not constitute an increase in the TSS research budget.

"This was approved by the Director 15 Jan 1955."
[Signature]

ALLEN W. DULLES
Director

TSS/OC ~~SECRET~~ (20 October 1954)

Distribution:

Address - Orig. & 1

DCI - 2

RI - 1

TSS/OC - 1

TSS/CD - 1

TSS/ADMIN - 1

AUTOMATIC DOWNGRADE:

Downgraded to ~~CONFIDENTIAL~~

by authority of: 187475

Class: CONF. 1977

E2 IMPDET, CH BY 187475

Copy # 6 of 4 copies

Copy 6
~~Secret~~
when separated from
top secret enclosure

RECEIPT

_____ hereby acknowledge receipt of _____ - E
_____ dated 19 September 1955, in the amount of \$75,000.00, payable to _____ - B

Date: 21 Sep 55

MKULTR 35

RECEIPT

_____ hereby acknowledge receipt of Cashier's Check _____ - E
_____, dated 19 September 1955, payable to _____ - B
_____, in the amount of \$75,000.00.

Date: 21 Sep 1955

MKULTR 35

RECEIPT

I hereby acknowledge receipt of Treasurer's Check [REDACTED]
[REDACTED], dated 19 September 1955, payable to [REDACTED]
[REDACTED], in the amount of \$100,000.00.

Date: 21 Sept 1955

MKULTR 35

RECEIPT
XXXXXXXXXX

I hereby acknowledge receipt of [REDACTED]
[REDACTED] in the amount of \$25,000.00, payable to [REDACTED]
[REDACTED], dated 19 September 1955.

Date: 21 Sept 55

MKULTR 35

35-8

INVOICE

I hereby acknowledge receipt of Cashier's Check [REDACTED],
 [REDACTED], in the amount of \$100,000.00, payable to
 [REDACTED]

Date: 21 Sept 55

MKULTRA 35

RECEIPT

I hereby acknowledge receipt of the following checks:

Treasurers Check [REDACTED]
 in the amount of \$280.00 payable to [REDACTED]

Official Check, [REDACTED]
 in the amount of \$7,000.00, payable to [REDACTED]


Cashiers Check, [REDACTED]
 in the amount of \$100,000.00, payable
 to [REDACTED]


Date: 9/30/55


35-9
C-6 SUB 35

DECLARATION OF TRUST

KNOW ALL MEN BY THESE PRESENTS,  C

That I, ,
hereby acknowledge and declare that I am possessed of and hold the
title of record to the following property and trust:

All monies in the account in my name with the  C

for the only benefit and advantage of 
(hereinafter called the "Owner"), who is vested with legal
title to the said property, and the same is to be used by me
only for the official business of, and in accordance with
directions from, the Owner, and I for myself and my executors,
administrators and assigns hereby covenant with the Owner to
relinquish the said property to the Owner, or to any third
party designated by the Owner, and in the event of my death
such request shall be considered to have been made to me prior
to the date of my death and shall be binding upon my executors
or administrators and assigns without any further demand or
acknowledgment; provided that, pending final disposition or
exhaustion of the aforesaid property, I shall take all
action that may be necessary and proper for prudent management,
investment and control of such property in accordance with
directions from the Owner.

 C
Date: 10/25/55

Downgraded to: CONFIDENTIAL
by authority of: 187475
date: June 1977
E2 IMPDET; CL BY 187475

SECRET

35-10

ROUTING AND RECORD SHEET

INSTRUCTIONS: Officer designations should be used in the "TO" column. Under each comment a line should be drawn across sheet and each comment numbered to correspond with the number in the "TO" column. Each officer should initial (check mark insufficient) before further routing. This Routing and Record Sheet should be returned to Registry.

FROM:

[REDACTED] A

NO.

DATE

TO	ROOM NO.	DATE		OFFICER'S INITIALS	COMMENTS
		REC'D	FOR'D		
1. Chief, TSS (DD/P)		5/20	5/29	TSS/CO [REDACTED] A	
2.					
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					

IN 7-3211

P.G. No. 15/P 252-55

Subject: TOS Research Program
Project 1007A
Sub-project 35, Amendment #1

1007A: To provide for Agency-sponsored research involving covert biological and chemical warfare.

BACKGROUND:

a. The TOS FY 1955 Operational Program, as approved 26 July 1954 and amended 25 March 1955 provided [redacted] facilities initially, plus an additional [redacted] by agreement for a current total of [redacted] H
dollars FY 1955 funds for research and development.

b. Sub-project 35 of Project 1007A was approved by the JCI 15 January 1955 in the amount of \$125,000 FY 1955 as part of the approved TOS Program. The proposal was to convert commit \$125,000 as an ostensibly anonymous private contribution toward a \$1 billion dollar capital expansion (construction) of a non-work, private, unaffiliated U.S. chemical research facility, currently used covertly by the Agency, in order to indirectly provide required technical research services not otherwise available. An additional contribution of \$125,000 from another interested U.S. Government agency was contemplated in this action, but is no longer available.

c. Due to the provisions of Public Law 241, enacted specifically in regard to this research facility, etc the contribution of Agency funds, along with other privately raised funds, will be matched by an equal amount of overt U.S. Government funds to be expended in this expansion of facility. The Office of the General Counsel has raised no legal objection to the principle of covert Agency contribution in this circumstance.

Problem: The problem, based upon the entitled value of loss, exchange services so will receive an exceeding the immediate agency monetary cost, is to replace the withdrawn \$125,000 with an equal amount, employing the principle of Public Law 241.

AMENDMENT: It is proposed for purposes of this amendment:

a. to increase the TOS FY 1955 total Program Authorization by \$250,000, from [redacted] to [redacted] subject to the availability of funds. H

b. in addition to the currently approved contribution of \$125,000 FY 1955, to authorize the contribution of \$125,000 FY 1955 attributable to FY 1955 and/or FY 1956, subject to the availability of funds, at the discretion of JCI.

~~SECRET~~

35-10

EX 7-0211

PRC No. 1/P-250-55

ACTION: After review of the project at the PRC meeting of 11 May 1955, the Committee endorsed the above proposal.

RECOMMENDATION: It is the recommendation of the members of the Committee that the Director approve the proposal as set forth in this action.

CONCURRE:

SIGNED Richard H. Bissell, Jr.
Chairman, PRC

SIGNED [REDACTED] A
Deputy Director (Intelligence)

SIGNED C. P. Cabell
1955

SIGNED [REDACTED] A
Asst. Deputy Director (Support)

SIGNED Richard Helms
for Deputy Director (Plans)

SIGNED Lyman Kirkpatrick* May 12 1955
Inspector General

APPROVED:

SIGNED A. W. DOLLE
Director of Central Intelligence
MAY 16 1955

*With the understanding -- as reached in the PRC meeting -- that TSS and the General Counsel will work out with the "unwitting U. S. medical research facility" through an intermediary an agreement to insure a reasonable expectation of use of the facility in return for the money donated.

Approved for Release by NSA on 08-10-2013 pursuant to E.O. 13526

EX-107-107

3 September 1955

MEMORANDUM FOR: CHIEF, FINANCE DIVISION

VIA : TSS/Budget Officer

SUBJECT : MACHINA Subproject 35, Invoice #1
Allotment 5-2502-10-001

Invoice #1 is attached covering the above subproject. This is a final invoice. It is requested that payment be made as follows:

One cashier's check in the amount of \$100,000.00 drawn on a [redacted] bank; one cashier's check in the amount of \$100,000.00 drawn on a [redacted] bank; one cashier's check for \$75,000.00 drawn on a [redacted] bank; a cashier's check for \$75,000.00 drawn on a [redacted] bank; one cashier's check for \$25,000.00 drawn on a [redacted] bank. All of the above checks should be made payable to [redacted] and sent to Chief, TSS/CD, through TSS/Budget Officer. - B

The total of the above checks is \$375,000.00 which represents the entire amount of this subproject. It is requested, therefore, that Subproject 35 be closed.

SIDNEY GOTTMAN
Chief
TSS/Chemical Division

Attachments:
Invoice & Certifications

Distribution:
Orig & 2 - Addressee
1 - Comptroller

I CERTIFY THAT FUNDS ARE AVAILABLE.
CERTIFICATE NUMBER: 199
CHECK NO. 100-10-001

TSS/CD (3 September 1955)

FINANCE DIVISION

100-10-001

RECEIVED

Downgraded to: [redacted]
by authority of: 187475
dated 1-19-77

D: 187475; CD BY 187475

INVOICE

For services

\$375,000.00

[REDACTED]

- B

CERTIFICATIONS

(1) It is hereby certified that this is Invoice #1 applying to Subproject 35 of MAULTRA, that the project is proceeding in accordance with mutual agreements, that a detailed agenda of the payments and receipts will be kept on file in TSS/CD, that this bill is just and correct and that payment thereof has not yet been made.

Chief, TSS/Chemical Division

Date:

(2) It is hereby certified that this invoice applies to Subproject 35 under MAULTRA which was duly approved and that the project is being carried out in accordance with the memorandum dated 13 April 1953 from the DGI to the DD/A, the extension of this authority in subsequent memoranda, and memorandum regarding Subproject 35 signed by the DGI, dated 16 May 1955.

Research Director

Date:

Office Memorandum • UNITED STATES GOVERNMENT

TO :

DATE:

FROM :

SUBJECT:

[REDACTED] - E
CHECK [REDACTED] THE AMOUNT OF \$10,000.00
RECEIVED. 21 SEP 1955

[REDACTED] - A
[REDACTED] - E
CHECK [REDACTED] THE AMOUNT OF \$100,000.00
RECEIVED. 20 SEP 1955

[REDACTED] - A
[REDACTED] - E
CHECK [REDACTED] THE AMOUNT OF \$75,000.00
RECEIVED. 20 SEP 1955

[REDACTED] - A
[REDACTED] - E
CHECK [REDACTED] THE AMOUNT OF \$75,000.00
RECEIVED. 21 SEP 1955

[REDACTED] - A
[REDACTED] - E
CHECK [REDACTED] THE AMOUNT OF \$25,000.00
RECEIVED. 21 SEP 1955

[REDACTED] - A
[REDACTED]

35-13

UNCLASSIFIED CONFIDENTIAL SECRET
(SENDER WILL CIRCLE CLASSIFICATION TOP AND BOTTOM)

CENTRAL INTELLIGENCE AGENCY
OFFICIAL ROUTING SLIP

A

TO		INITIALS	DATE
1	[REDACTED] (Sig)	[REDACTED]	
2	[REDACTED] (Info)	[REDACTED]	
3	[REDACTED] (Info)	[REDACTED]	
4	Dr. Gottlieb (Info)	gg	
5	[REDACTED] (File)		
FROM		INITIALS	DATE
1	[REDACTED]		5/5
2			
3			

☐ APPROVAL ☐ INFORMATION ☐ SIGNATURE
☐ ACTION ☐ DIRECT REPLY ☐ RETURN
☐ COMMENT ☐ PREPARATION OF REPLY ☐ DISPATCH
☐ CONCURRENCE ☐ RECOMMENDATION ☐ FILE

Remarks:

FILE SUB-35

SECRET CONFIDENTIAL UNCLASSIFIED

SECRET

5 May 1955

MEMORANDUM FOR: THE RECORD

SUBJECT : Subproject No. 35

1. The Admiral talked to Dulles and Cabell about this and apparently they are now questioning the whole project on the basis that the expenditure is out of all proportion to the Agency's interest in the field. The Admiral was unable to brief them satisfactorily on the unique work that could be done at such a place, so he had to abandon ship temporarily.

2. He now wants us to draw up a handwritten list of advantages which such a place would afford our people.

 A

Distribution:
Orig - TSS/CD (File Subproject 35)

 A

SECRET

35-14

~~CONFIDENTIAL~~

17 May 1955

MEMORANDUM FOR: THE COMPTROLLER
ATTENTION: Finance Division
SUBJECT: Project NSULTRA, Subproject 35

Under the authority granted in the memorandum dated 13 April 1953 from the ICI to the DD/A, and the extension of this authority in subsequent memoranda, an additional \$250,000.00 of the over-all Project NSULTRA funds have been obligated to cover the subproject's expenses.

SIDNEY GOTTLEBERG
Chief, TSS/Chemical Division

APPROVED FOR OBLIGATION
OF FUNDS:

I CERTIFY THAT FUNDS ARE AVAILABLE
OBLIGATION INCURRED IN: 100
CHARGE TO ALLOTMENT NO. 4-250-100-101
MAY 2 1955
AUTHORIZING OFFICER:

REMARKS: [REDACTED] - A

Date: MAY 1955

Distribution:
Orig. & 2 - Addressee

- 1 - TSS/OC
- 1 - TSS/CD - H
- 1 - TSS/CD
- 2 - TSS/CD - A

35-15-

24 January 1955

MEMORANDUM FOR: CONTROLLER

ATTENTION: Finance Division

SUBJECT: Project HENSLER, Subproject 35

Under the authority granted in the memorandum dated 13 April 1953 from the DCI to the DO/A, and the extension of this authority in subsequent memoranda, Subproject 35 has been approved, and \$125,000.00 of the over-all Project HENSLER funds have been obligated to cover the subproject's expenses and should be charged to Allotment 5-2502-10-001.

SIDNEY GOTTILIER
Chief
Chemical Division, TSS

APPROVED FOR OBLIGATION
OF FUNDS:

I CERTIFY THAT FUNDS ARE AVAILABLE.

OBLIGATION REFERENCE NO.

00159

Research Director

CHARGE TO ALLOTMENT NO.

5-2502-10-001

Date:

JAN 24 1955

JAN 28 1955

AUTHORIZING OFFICER

Distribution:

Reference - Orig. & 2

TAS/OC - 1

TAS/MSB - 1

TAS/TSD - 1

TAS/CS - 2

cc: A

copy

35-16

Executive Registry

November 19, 1954

Dear Mr. Dulles:

In your letter of October 23, 1954 you outline the interest of your Agency in the operation of the new research wing of the [REDACTED] with especial reference to drug techniques that an enemy may use in interrogation. - B

[REDACTED] has a very active interest in the utilization of radioisotopes in the chemotherapy of chronic diseases and in all other avenues by which the resources of [REDACTED] may be of greatest public benefit. The knowledge of your special interest in this program will naturally serve to guide us in our judgment relative to the form and amount of [REDACTED] support to this commendable program. We will take care to observe the security considerations which you mention and to protect the interest of your Agency in this new program. - B

Sincerely yours,

[REDACTED] - C
Chairman

The Honorable Allen W. Dulles
Director
Central Intelligence Agency

SECRET

copy

20 October 1954

MEMORANDUM FOR: DIRECTOR, CENTRAL INTELLIGENCE

VIA : Deputy Director (Plans)

SUBJECT : Letter to the Chairman of the [REDACTED] prepared for your Signature *B*

B 1. Attached herewith is a letter to the Chairman of the [REDACTED] which has been prepared for your signature and which indicates that the Agency is interested in the construction of the new research wing to the [REDACTED] Hospital.

B 2. The Agency will make use of the new research wing in connection with research problems in the defense against drugs and chemical techniques used in interrogation and brainwashing.

B 3. The [REDACTED] Hospital will be completely unaware of our interest in them. The work which will be done in the specialty will be handled through a cut-out which will conceal Agency ownership.

Original sent by [REDACTED]

A
Chief, DD/P/TSS

Atta

achment: (1)

for Signature of DCI

TSS

A
OC: [REDACTED] (20 October 1954)

Dis

tribution:

- TSS - Orig. & 1 w/attachment
- DCI/CD - 1 w/attachment
- DCI/OC - 1 w/attachment

~~SECRET~~

751 08

C-1837

The Honorable [REDACTED] C
Chairman

Dear Mr. [REDACTED] C

The Central Intelligence Agency is greatly interested in the vital problem of defense against drugs and chemical techniques used in interrogation and "brainwashing".

B The new projected research wing to the [REDACTED] Hospital which we discussed recently will significantly and specifically add to our research potential in solving this problem.

I understand that you have been asked to provide financial support for equipping this research installation by virtue of the fact that it proposes to investigate the chemotherapy of chronic diseases using radiolotope techniques.

To the extent that it may influence whatever decision you might make to support this project, I would like to express this Agency's conviction that it will specifically aid us toward the solution of a group of difficult and important problems.

Security considerations require that research of interest to this Agency at the new facility be so conducted that the Hospital remain completely unaware of our sponsorship. It will therefore be very much appreciated if our interest in this matter be withheld from the Hospital authorities.

Sincerely,

Allen W. Dulles
Director

TSS/OC: [REDACTED] (20 October 1954)

~~SECRET~~

Distribution:

Addressee - Orig. & 1

Signer - 2

1 - 1 (yellow) (given to [REDACTED])

35-18

Executive Registry

November 19, 1954

Dear Mr. Dulles:

In your letter of October 23, 1954 you outline the interest of your Agency in the operation of the new research wing of the [REDACTED] with especial reference to drug techniques that an enemy may use in interrogation. - B

[REDACTED] has a very active interest in the utilization of radioisotopes in the chemotherapy of chronic diseases and in all other avenues by which the resources of [REDACTED] may be of greatest public benefit. The knowledge of your special interest in this program will naturally serve to guide us in our judgment relative to the form and amount of [REDACTED] support to this commendable program. We will take care to observe the security considerations which you mention and to protect the interest of your Agency in this new program. - B

Sincerely yours,

Chairman

The Honorable Allen W. Dulles
Director
Central Intelligence Agency

[REDACTED] - B

TOP SECRET

35-19

SIGNATURE RECORD AND COVER SHEET

DOCUMENT DESCRIPTION	REGISTRY
SOURCE C, DD/P/TSS	CIA CONTROL NO. 101077
DOC. NO. 15-11-1	DATE DOCUMENT RECEIVED
DOC. DATE 21 Oct 1954	LOGGED BY
COPY NO. 2	
NUMBER OF PAGES 2	
NUMBER OF ATTACHMENTS	
101077A	

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REFERRED TO OFFICE	RECEIVED				RELEASED		SEEN BY	
	SIGNATURE	DATE	TIME	DATE	TIME	NAME AND OFFICE SYMBOL	DATE	
C, TSS	[REDACTED]	A			A	[REDACTED]	20/15-19	
TSS/ERB	[REDACTED]	11/16	1140	11/16	1040			
C/OFS/DD/P	[REDACTED]	A				Richard A. Helmer	16 Nov	
TSS/TSO	[REDACTED]	12/15/54	1230	12/15/54	9:45	[REDACTED]	33 Acci	
DCI	[REDACTED]	12/23	1220	12/21	1530			
	[REDACTED]	A419		12/21	1100			
C/TSS	[REDACTED]	A						
TSS/TSO	[REDACTED]	1/24	1224	1/24	1024	A		
TSS/CD	[REDACTED]	1/24	1540			[REDACTED]	24 Jan 55	
						Notified to: [REDACTED]		
						by authority of: 187475		
						CLASS: [REDACTED]		
						101-1077		
						101-1077-101077A		

NOTICE OF DETACHMENT: When this form is detached from Top Secret material it shall be completed in the appropriate spaces below and transmitted to Central Top Secret Control for record.

THE TOP SECRET MATERIAL DETACHED FROM THIS FORM WAS:

DOWNGRADED ☐

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DISPATCHED (OUTSIDE CIA) TO

BY (Signature)

OFFICE

DATE

15 November 1954

MEMORANDUM FOR: DIRECTOR, CENTRAL INTELLIGENCE

VIA : Deputy Director (Plans)

SUBJECT : Project MKULTRA, Subproject 35

1. This project concerns cover for the DD/P/TSS biological and chemical warfare program and involves an expenditure of \$125,000 by CIA and the resultant expenditure of an additional equal amount in matching funds by another element of the Government. In the opinion of the undersigned this total investment of \$250,000 is fully justified because of benefits to the Agency outlined in Tab A.

2. Tab A describes a proposed arrangement whereby the Agency would make a single non-recurring grant of \$125,000 to the [redacted] B Hospital for the construction of a new research wing using the [redacted] as cut-out. Agency-sponsored research projects in these sensitive fields would be carried out in the new wing, and Agency employees would be able to participate in the work without the University being aware of CIA interest. Each project would be separately funded under existing procedures using the [redacted] as cut-out.

3. The [redacted] B Hospital will not be aware of Agency participation in either the building fund or future research projects. This Agency is also encouraging the [redacted] B [redacted] to make a contribution of \$500,000 to the same construction fund. The Hospital will be aware of the [redacted] B donation but not of our encouragement.

4. Project MKULTRA, as previously approved by the DCI, sets up controls and procedures under which TSS spends a percentage of its annual Research and Development budget for highly sensitive projects in certain fields, including covert biological, chemical and radiological warfare. The establishment of the cover to be provided by Subproject 35 was not in mind when Project MKULTRA

Copy # 2 of 2 copies

35-19

T. S. 101077

was originally approved, and permission is therefore now requested to use it for this purpose. No new funds are required, and all existing MKULTRA controls and audit procedures remain unchanged. Tab B attached is a memorandum to the DD/A for your signature authorizing this procedure should it receive your approval.

[Redacted Signature]
Chief, DD/P/TSS

Attachments: (2)

Tab A - Outline of Plan (T.S. 101077A)

Tab B - Suggested Memorandum to DD/A for signature (T.S. 101077B)

APPROVED:

1st Richard Helms Date: *16 Nov. 54*
Deputy Director (Plans)
Concur C. R. Bell DDC 1 8 Jan 55
APPROVED:

A-1
Director, Central Intelligence

Date: *JAN 10 1955*

Distribution:

Copy # 1 w/attachments A and B - DCI (for approval; then return to TSS/OC)

Copy # 2 w/attachment A - TSS/CD

**On understanding that other funds adequate to carry out project are made available from other sources. A.W.D.*

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T. S. 101077A
Tab A

7

SUBPROJECT 35 - PROJECT MKULTRA
For the purpose of establishing a cover organization for highly sensitive projects in the field of covert Biological, Chemical and Radiological Warfare

I. Background of Project MKULTRA.

In 1953 the DCI approved Project MKULTRA which established procedures and controls under which research projects in certain highly sensitive fields could be carried out by TSS without the necessity of signing the usual contracts. The approved procedures apply to ~~10%~~ of the annual over-all Research and Development budget, and no additional funds are required. Controls established in the Project Review Committee approval of the Research and Development program (other than the signing of a contract) remain unchanged, and special provisions for audit are included. All files are retained by TSS.

These procedures and controls were approved since it is highly undesirable from a policy and security point of view that contracts be signed indicating Agency or Government interest in this field of endeavor. In a great many instances the work must be conducted by individuals who are not and should not be aware of Agency interest. In other cases the individuals involved are unwilling to have their names on a contract which remains out of their control in our files. Experience has shown that qualified, competent individuals in the field of physiological, psychiatric and other biological sciences are very reluctant to enter into signed agreements of any sort which would connect them with this activity since such connection might seriously jeopardize their professional reputations.

When Project MKULTRA was approved, it was not contemplated that it would be used for the establishment of cover. Over forty individual research and development projects have been established under this framework and have been carried out extremely successfully, both from technical and administrative points of view. The experience gained in handling these projects has emphasized that establishment of better cover both for the projects and for associated Agency scientists is of utmost importance. Subproject 35 would establish such cover.

Copy # 2 of 2 copies

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TOP SECRET

35-19
T. S. 101077A

II. Background of the [REDACTED] B

The [REDACTED] was incorporated in the State of [REDACTED]. It has a Board of Directors of six members, one of whom is Dr. [REDACTED] who acts as Executive Director of the Fund. Since [REDACTED] it has solicited funds from various individuals to finance a program of basic research in the chemotherapy of cancer, asthma, hypertension, psychosomatic disorders and other chronic diseases. Since 1951 the Fund has co-operated with the Chemical Division of TSS and acted smoothly and efficiently, both as a cut-out for dealing with contractors in the fields of covert chemical and biological warfare, and as a prime contractor for certain areas of biological research. Projects presently being handled for the Agency by the Fund are administered under the controls and procedures previously approved for MKULTRA.

III. Background of Dr. [REDACTED] C

Dr. [REDACTED] is internationally known as a [REDACTED] in the field of cancer research and is Professor of [REDACTED] at [REDACTED]. In the past he has been associated in a research capacity with both the [REDACTED] and the [REDACTED] University. During the war Dr. [REDACTED] served as a [REDACTED] in the Bureau of Medicine and Surgery in the Navy. Since then he has maintained a consulting relationship to the Navy medical research program. Dr. [REDACTED] is TOP SECRET cleared and witting of Agency sponsorship of the programs carried out by the Fund as are two other members of the Fund's Board of Directors.

IV. [REDACTED] Hospital Building Fund. B

Dr. [REDACTED] as Professor of Pathology at [REDACTED] B [REDACTED] has been actively engaged in a campaign to raise funds for the purpose of erecting a new clinical research wing on the existing [REDACTED] Hospital. B The research wing will consist of a building [REDACTED] high, [REDACTED] long and [REDACTED] wide. B of the space will be research laboratories and offices while [REDACTED] research beds will occupy the remainder. Dr. [REDACTED] participation in the fund-raising campaign outlined below will result in his having control of one-sixth of the total space in addition to the base-

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TOP SECRET

ment and general out-patient facilities. In this effort, Dr. [redacted] has secured the enthusiastic support of the medical faculty and the officers of the University who have carried the preliminary arrangements forward to the maximum extent of their resources.

V. Financial Situation.

The University will require about \$3,000,000 for the [redacted] addition. This sum is exclusive of the cost of land and the heating and power supply which are already available at the site. At the present time under Public Law 221, funds are available to match funds raised by the University. The University has allocated \$1,000,000 to this project and will assume upkeep and staffing obligations. Dr. [redacted] has agreed that if CIA will provide the [redacted] grant of \$125,000, the Fund will match this amount and make a total donation of \$250,000 to the University Building Fund. This Agency's contribution will be made under the condition that it will be refunded if construction does not take place.

TSS has discussed this situation with Mr. [redacted] Chairman, [redacted] and has encouraged the [redacted] to donate \$500,000 to the building project on the basis that radiological research will be conducted in the new wing. Mr. [redacted] though aware of our interest in the building, is unwitting of our specific fields of research and individual projects. In summary, the financial situation would be as follows:

- \$1,000,000 - Provided by [redacted]
- 250,000 - Donation from [redacted] (\$125,000 supplied by CIA)
- 1,250,000 - Matched funds from Public Law 221
- 500,000 - Grant from [redacted]
- \$3,000,000 - TOTAL

Although it is recognized that the Federal contribution of \$1,250,000 under P. L. 221 is seemingly inflated by reason of the inclusion of the CIA contribution in that of the [redacted], actually the value to the CIA is \$250,000 and not just \$125,000, the amount of CIA's contribution; furthermore the inclusion of the CIA contribution in that of the [redacted] is the best method of maintaining security.

VI. Difficulties Faced by TSS.

It has been generally recognized for some time that the external research activities of the Chemical Division of TSS in the field of covert biological, chemical and radiological warfare are sorely in need of proper cover. Although Project MKULTRA provides excellent administrative and financial cover for projects, it does not afford cover for scientific or technical personnel. MKULTRA has been used for dealing through the [redacted] as a cut-out and for working directly with individuals or private companies. The use of the [redacted] in the future will be increasingly limited due to [redacted] B

- (a) The increasing number of people who, albeit properly cleared, are aware of the Agency connection with the [redacted] B
- (b) The feeling by [redacted] that the Agency employees contacting him (Drs. Gottlieb, A [redacted] etc.) have no cover of any sort and consequently expose him to unnecessary and highly undesirable personal risk; and
- (c) The widespread intra-Agency awareness of the nature of the relationship between the Fund and the Agency.

Another serious problem faced by TSS/CD as a result of lack of suitable cover is the difficulty in planning careers for technical and scientific personnel in the biological field. A long-range career concept of activities in this field inevitably includes proper cover for the individual concerned. B The availability of research facilities at the [redacted] Hospital will offer an excellent opportunity to solve many of the above problems, and Dr. [redacted] is willing and able to make any reasonable arrangements to suit our needs. Up to three Chemical Division employees can be integrated into Dr. [redacted] C [redacted] program for work in the new hospital wing on the Agency's research projects. Although career planning was not a consideration when planning the procedures and controls established by Project MKULTRA, nevertheless this particular subproject, in addition to its primary objective, will be of very great secondary help

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T. S. 101077A

in simplifying and eliminating many of the very awkward and dangerous conditions facing certain Chemical Division employees.

VII. Advantages and Benefits Accruing to TSS.

The contemplated arrangements will result in many advantages and benefits, including the following:

- (a) One-sixth of the total space in the new research wing is to be available to Dr. [redacted] and in turn, will be available to the Chemical Division of TSS. This will provide laboratory and office space, technical assistants, equipment and experimental animals for use of Chemical Division personnel in connection with specific future projects.
- (b) The cost of Chemical Division projects which are to be carried out under this cover will be covered by funds made available through Project MKULTRA, and projects will be subject to the procedures and controls established for MKULTRA. The funds will be passed through the [redacted] B as has been done in the past. The Fund in turn will either pay expenses directly or transfer the money to the University for this purpose. Each project will be individually funded based on its particular budget, and there will be no other continuing or recurring charges for items such as space, facilities, etc.
- (c) The Agency's sponsorship of sensitive research projects would be completely deniable since no connection would exist between the University and the Agency.
- (d) Excellent professional cover would be provided for up to three bio-chemical employees of the Chemical Division of TSS. This would allow open attendance at scientific meetings, the advancement of personal standing in the scientific world, and as such, would constitute a major efficiency and

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Copy # 2 of 2 copies

morale booster.

- (e) Human patients and volunteers for experimental use will be available under excellent clinical conditions with the full supervision of the [REDACTED] Hospital.
- (f) There would be available the equivalent of a hospital safehouse.
- (g) It is expected that the output of useful results of the Chemical Division in the bio-chemical field will be greatly improved through the more efficient use of technical personnel who would be able to spend more of their time on actual laboratory work.
- (h) [REDACTED]
- (i) Excellent facilities would be provided for recruiting new scientific personnel since members of the Chemical Division working under this cover will be in daily contact with members of the Graduate School of the University.
- (j) The regular University library and reprint service will be available as a source of technical information.

VIII. Funding.

It is proposed that \$125,000 be granted to the [REDACTED]. If approval is granted, TSS will arrange for payment to be made under the procedures and controls of MKULTRA. These funds would come out of the presently approved TSS Research and Development budget for FY 1955 and no new funds are involved. The funds would be transferred as a grant to the [REDACTED]. In turn the [REDACTED] will match these funds with an equal amount and donate a total of \$250,000 to the University as outlined in paragraph V. The sum of \$125,000 would be entirely in the nature of a grant and would in due

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T. S. 101077A

course be merged with the entire \$3,000,000 raised for the construction of the wing. The Agency would retain no residual interest in the building or title to any equipment or facilities purchased with this money.

This single grant will constitute the Agency's entire participation in the new hospital wing, and there will be no recurring obligations in the form of annual support of the hospital or additional grants. Transmission of Agency funds to the [redacted] will be made through previously established cover channels set up by the [redacted] for similar transmittals in the past. The donation on the Fund's books will be shown as having been received from an anonymous trust in [redacted] B

In the future when TSS sponsors sensitive research projects which are to be carried out in the [redacted] Hospital, each project will be individually financed through the [redacted] as it has been in the past in accordance with previously established procedures and controls using allotted portions of the annual Research and Development budget. The University will be totally unwitting of Agency sponsorship, and the projects to every outward appearance will be sponsored by Dr. [redacted] C

In the event of Dr. [redacted] C death, the Fund will continue in being and any activities under this project will be continued through the Fund and will be unaffected by his death.

IX. Memorandum of Agreement.

A memorandum of agreement will be signed with Dr. [redacted] outlining to the greatest extent possible the arrangements under which the hospital space under his control will be made available to Chemical Division personnel and the manner in which cover will be provided and other benefits obtained. No contract will be signed since Dr. [redacted] C would be unable to reflect any of the Agency's contractual terms in his arrangements with the University when the [redacted] makes the donation in question. The memorandum of agreement will be retained in TSS.

X. Security.

All security matters and details are being co-ordinated with the TSS/Liaison and Security Office.

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Copy # 2 of 2 copies

XI. Resultant Financial Saving.

The \$125,000 to be contributed by CIA plus the \$125,000 in matching funds provided under P. L. 221 to the Building Fund will be more than offset in a few years by the savings which will result from use of this non-profit fund. If a research project at [redacted] or other educational non-profit institution is sponsored by the U. S. Government, it is customary for the Government to pay for salaries, equipment, supplies, etc. and for overhead as well. In the case of [redacted] the overhead amounts to 80% of salaries. However, if a non-profit foundation such as the [redacted] sponsors research at a non-profit institution, the funds granted for the work are customarily used to pay for salaries, equipment and supplies but not for overhead. The Government dollar thus buys considerably more research through the [redacted] than would be the case if no cut-out were used.

XII. Legal Matters.

This matter has been discussed with Mr. [redacted] of the Office of General Counsel, and he is fully aware of all details surrounding this grant.

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Copy # 2 of 2 copies

DRAFT
24 January 1955

MEMORANDUM FOR: CHIEF/TSS

SUBJECT: Establishment of Subproject #35, Project MKULTRA for the Purpose of Utilizing and Financing a Cover Organization for TSS/CD's Biological Program

I. Background:

[REDACTED] and a cleared consultant and contractor of TSS/CD, has been actively engaged in a campaign to raise funds for the purpose of erecting a new clinical research wing on the existing [REDACTED]. The wing will consist of a building [REDACTED] stories high, [REDACTED] feet long, and [REDACTED] feet wide. Two-thirds of the space will be research laboratories and offices, while [REDACTED] research beds will occupy the remainder. [REDACTED] will have control of one-sixth of the total space in addition to the basement and general outpatient facilities. In this effort [REDACTED] has secured the enthusiastic support of the medical faculty and the officers of the University who have carried the preliminary arrangements forward to the maximum extent of their resources.

II. Financial Situation: The University will require about \$3,000,000 for the [REDACTED]-story addition. This sum is exclusive of the cost of land and heating and power supply which are already available at the site. At the present time, under Public Law 221, \$1,600,000 in matching funds is available for this construction while the University has allocated \$1,000,000 to cover it and has assumed upkeep and staffing obligations. [REDACTED] has agreed that if the Agency will provide [REDACTED] a grant of \$125,000, the Fund will match this amount and donate \$250,000 to the building fund. [REDACTED] has been approached for funds by virtue of the fact the research unit plans to use isotope tracer and therapy techniques extensively in its work. If, then, the [REDACTED] could be persuaded to grant \$500,000 to equip the laboratories, the financial situation would be as follows:

\$ 250,000	Donation from [REDACTED]
1,000,000	From [REDACTED]
1,250,000	From Public Law 221
500,000	From the [REDACTED]
<u>\$3,000,000</u>	Total

B

to [REDACTED] The amount of this subproject will not exceed \$125,000 for the period of one year from this date.

It is further proposed that Chief, TSS/CD be authorized to proceed, in conjunction with [REDACTED] office, to take proper steps to implement the cover arrangements discussed above. - A


SIDNEY GOTTLIEB

Chief
Chemical Division, TSS

APPROVED FOR OBLIGATION
OF FUNDS:

Research Director

Date: _____

SG/111

Attachment:
Career Service Plan _____

TOP SECRET

35-20-2

III. Exploitation of Situation by TSS: It has been generally recognized for some time that the external research activities of TSS/CD, particularly in the biological field, are sorely in need of proper cover. Our present system involves either dealing through the [redacted] as a cut-out or dealing directly with the contractor using MKULTRA funds. It is felt now that [redacted] usefulness will be increasingly limited in the future due to: - B

A. The increasing number of people who, albeit properly cleared are aware of the Agency connection with [redacted] - B

B. The feeling by [redacted] that the individuals contacting him (e.g., Dr. Gottlieb, etc.) do not have any cover at all, and consequently expose him to unnecessary personal risk. - A

C. The widespread intra-agency awareness of the nature of the relationship between [redacted] and the Agency. - B

Another serious result of the lack of suitable cover for TSS/CD activities in the biological field is the difficulty of planning careers for TSS/CD personnel in this field. A long range career concept of activities in this field must include proper cover for the individual involved. The availability of the research facility [redacted] seems to offer an excellent opportunity to solve some of the problems mentioned above. [redacted] is willing to accept any reasonable arrangement that will suit our needs. Details would have to be worked out, but the general picture would be as follows: - B

Two or three individuals would ostensibly resign from the Agency and accept employment at suitable levels with [redacted]. These people would concern themselves with the TSS/CD program in biology and medicine, handling external projects through either a new fund which would be administered through the University or through suitable alterations to the present arrangement with [redacted]. They would handle or be connected with a bona fide research effort for a small percentage of their time, which would enable them to openly substantiate their cover position. Their scientific cover situation would enable them to travel as extensively as required, either [redacted]. They could make the necessary contacts with TSS either in a suitable "neutral" non-government meeting place or they could come in and out of government buildings occasionally as consultants. They would prepare periodic reports to Chief, TSS detailing the activities of the past period. - B

IV. Advantages Accruing to TSS: The advantages accruing to TSS/CD through such an arrangement are manifold and consist in part of the following:

Provision of:

A. Laboratory and office space, technical assistants, equipment and experimental animals for use of TSS/CD personnel.

TOP SECRET

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35-200

B. Regular University library and reprint service.

C. Well covered personal day to day contact with experts in many fields of science.

D. Human patients and volunteers for experimental use.

E. What amounts to a hospital safe-house for possible operational use.

F. Excellent professional cover for the biochemical people of the division. This would allow open attendance at scientific meetings, the advancement of personal standing in the scientific world and as such would constitute a major efficiency and morale booster.

G. This arrangement would also provide the Agency a more secure relationship with the sensitive work in that the Agency would be in a better position to deny sponsorship where its only link was through personnel ostensibly working only for the University.

H. Likewise it would increase the output of useful results of TSS/CD in the biological field by a large factor due to the use of TSS/CD technical personnel in a more efficient manner.

I. Excellent facilities for the recruitment of new scientific personnel would be provided by this situation where members of TSS/CD would be in daily contact with the personnel of the graduate school of the University under adequate cover.

V. Relationship of Proposed Action to TSS Career Service Policy:

The attached Career Service Plan for Scientific and Engineering Personnel has been accepted and approved in principle by the TSS Career Service Board. The proposal put forth below affords an excellent opportunity to implement an important aspect of this Career Service Plan in a restricted field on a pilot basis.

VI. Action Required by TSS: TSS can help this project along in two ways:

A. TSS should use all the influence it can bring to bear to persuade the [REDACTED] to provide the balance of funds necessary to equip the premises as planned.

B. TSS should transfer \$125,000 to [REDACTED] to be used for constructing and/or equipping the research facility.

VII. Proposal: It is proposed, therefore, that Subproject #35, Project [REDACTED] be established for the purpose of providing a grant to [REDACTED] to be transferred

~~TOP SECRET~~

NEXT Page Mission
From File

5 October 1954

MEMORANDUM FOR: COMPTROLLER
ATTENTION: Finance Division
SUBJECT: Project MKULTRA, Subproject 35

Under the authority granted in the memorandum dated 13 April 1953 from the DCI to the DD/A, and the extension of this authority in subsequent memoranda, Subproject 35 has been approved, and \$125,000.00 of the over-all Project MKULTRA funds have been obligated to cover the subproject's expenses and should be charged to Allotment 5-2502-10-001.

SIDNEY GOTTLIEB
Chief
Chemical Division, TSS

APPROVED FOR OBLIGATION
OF FUNDS:

Research Director

Date: _____

Distribution:
Addressee - Orig. & 2
TSS/CD - 1
TSS/CD - 1 — 14
TSS/CD - 1
TSS/CD - 2

SG/111

15 February 1955

MEMORANDUM FOR: Acting Director of Security

FROM: [REDACTED] - A

SUBJECT: [REDACTED] - C

Reference is made to our conversation on 11 February 1955, wherein four questions were posed as to [REDACTED] activity in contacts with [REDACTED] - A

Question 1 -- Your office wished to know whether a contract for the hospital had been let. Upon advice from [REDACTED] TSC/CD, he stated that an agreement between this Agency and the [REDACTED] has not as yet been finalized. Probably this agreement will never be placed in writing and will be a verbal agreement between the DGI and [REDACTED] - B

Question 2 -- That sort of proposal has [REDACTED] made to us about what he wishes [REDACTED] to do? [REDACTED] had talked to [REDACTED] on a number of occasions incident to his obtaining financial support of the [REDACTED] - B
[REDACTED] advised that at one time when [REDACTED] was trying to raise private funds, [REDACTED] said, "If you can get me the channel I can provide the money." This offer was made solely to [REDACTED] - C & D

Question 3 -- Is [REDACTED] aware of details of Government financing? [REDACTED] got the information on the million and one half dollars from Public Law 221, Supplementary Appropriation Law - 693. This law gives [REDACTED] one and one half million dollars to be matched with a like amount. Apparently [REDACTED] is aware of this appropriation law and [REDACTED] apparently [REDACTED] connected [REDACTED] incident to assisting in raising the pending funds. [REDACTED] was advised to inform [REDACTED] that at no time was [REDACTED] to convey to [REDACTED] our interests in the [REDACTED] on any relationship with the [REDACTED] - A

and at no

~~REDACTED~~ - H
continued

~~REDACTED~~ and at no time was ~~REDACTED~~ to enlist the aid of ~~REDACTED~~ in any financial transactions associated with this Agency. - C

Question 4 -- Has ~~REDACTED~~ approached ~~REDACTED~~ - A
at all? ~~REDACTED~~ has not approached ~~REDACTED~~ on the
B - ~~REDACTED~~ The original talks were relative to - A
private affairs.

~~REDACTED~~ - A
Chief, Security Staff
10/7/53

153/SS (15 Feb 1955)

Distribution:

addressee - orig. & 1
153/SS thru C/SS - 1
153/SS + 2 - H

INVOICE CHECK SHEET

MCSHRA Subproject 35

Date of Original Authorization	Period Covered	Time Ex-terminated to	Allotment Number	Amount of Obligation
16 Nov 54	1 year		5-3502-10-001	125000.00

Additional Authorization	Period Covered	Time Ex-terminated to	Allotment Number	Amount of Obligation
19 May 55			5-3502-10-001	250000.00

Invoice No.	Date	Amount	Balance
1	4/4/55	375000.00	0

REMARKS: Project Closed

SECRET